GOVERNMENT OF ANDHRA PRADESH

ABSTRACT

Energy, Infrastructure & Investment Department- Budget 2017-18 – Administrative sanction for the works worth of Rs. 88.50 crores (Package-1 &II) for development of Orvakal Airport - Accorded - Orders – Issued.

ENERGY, INFRASTRUCTURE AND INVESTMENT (AIRPORTS) DEPARTMENT

G.O.RT.No. 123 **Dated: 08-08-2017**

Read the following:-

1. G.O.Rt.No.63, I&I Dept., dated 20-5-2015.
2. From the MD, BIACL Lr.No.67/BIACL/ORVAKAL/Package-2/2017, dated 06-07-2017.

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O R D E R:

In the G.O 1st read above, the Managing Director, Bhogapuram International Airport Corporation Limited (BIACL) has been designated as the Project Proponent for development of Bhogapuram Greenfield International Airport and other Greenfield airports at Dagadarthi (Nellore district); Orvakal (Kurnool district), Donakonda and Nagarjunasagar airports.

2. In the letter 2nd read above, the MD, BIACL has informed that Government has constituted Technical Committee for review of the technical reports and bid documents, for selection of Consultants and developers for the infrastructure projects being taken up by INCAP/BIACL. The Technical Committee has reviewed the draft TEFR, RFP &CA documents for the Orvakal and Dagadarthi Airports which are proposed to be developed under PPP mode.

3. The draft RFP Notification inviting bids from developers for both Orvakal and Dagadarthi Airports under PPP Mode has been issued and in response to the RFP Notification issued by BIACL, no bidder has shown interest in developing Orvakal Airport in Kurnool district under PPP mode. Hence, Government, vide its letter dated 21-03-2016 has requested the MD, BIACL to send proposals to develop the Orvakal airport on EPC basis.

4. The MD, BIACL has submitted that bids have been invited under EPC mode for the Package –I works for development of Orvakal Airport and after pre-bid meeting with the contractors by the Technical Committee on the queries raised by the contractors and after deliberations, it was decided to entrust the works under L.S. Contact instead of EPC basis.

5. Accordingly, Tender Notice under L.S. system was issued in the newspapers for package-1 works for an amount of Rs.62.00 crores and after due process of bidding and taking the approval of the Board of Directors, the L1 bidder of M/s KCVR Infra Projects Private Limited, Hyderabad issued with LoA for the Package-I works costing of Rs. 52.35 crores at 4.59% less than the estimated cost for the development of Orvakal Airport.

6. Tender Notice for package-2 works of Orvakal Airport at an estimated cost of Rs.26.50 crores has been issued and after due bidding process, L1 bid submitted by M/s Standard Infratech India Private Limited at 2.16% less than the estimated contract value of Rs.23.06 crores was approved by the Board. Accordingly, LoA for Package-II works was issued for Rs. 23.06 crores to the L1 bidder M/s Standard Infratech India Private Limited for development of Orvakal Airport.

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7. An extent of 1010 acres of land has been identified for establishment of Orvakal Airport and land is procured.

8. In order to complete the Orvakal Airport project within 9 months form the date of award of contract, the MD, BIACL has requested for the following:

1. accord administrative sanction for package-2 work duly ratifying the action of the BIACL, in according technical approval and calling tenders, approving tenders and placing the same before the Board of Directors, in having issued LoA for L1 contractor for package-2 with an estimated cost of Rs.26.50 cores under the Head of Account: 5053-02-190-11-28-530-531;
2. The Head of account for Package-I for witch administration sanction has already been issued.

9. After careful examination, Government hereby accord administrative sanction for the works worth of Rs. 88.50 crores (for Package-1 &II works) under the Head of Account 5053-02-190-11-28-530-531- Other Expenditure for development of Orvakal Airport and also ratify the action of the MD, BIACL in according technical approval, calling tenders and approving tenders and placing the same before the Board of Directors, in having issued LoA for L1 contractor for both the Phase-I&II works with an estimated cost of Rs. 88.50 cores. The expenditure shall be met from the budget available under the Head of Account 5053-02-190-11-28-530-531- Other Expenditure.

10. The MD, BIACL shall take necessary action accordingly.

11. This order issues with the concurrence of Finance Department vide their U.O.No.44027/105/2017, dated 03.08.2017.

(BY ORDER AND IN THE NAME OF THE GOVERNOR OF ANDHRA PRADESH)

AJAY JAIN
PRINCIPAL SECRETARY TO GOVERNMENT

To
The Managing Director,
Bhogapuram International Airport Corporation Limited,
Hyderabad.
The Asst. Secretary to Govt. & Drawing Officer, E,I & I Dept., Govt. of A.P.
The Director of Treasuries & Accounts, A.P., Ibrahimpatnam, Krishna District.
The Pay & Accounts Officer, A.P. Ibrahimpatnam, Krishna District.
The Accountant General, A.P., Hyderabad.
The Deputy Pay & Accounts Officer, Secretariat Branch, A.P. Velagapudi.
The Finance (FMU-I-I, EF,MA) Dept., Govt. of A.P.

//Forwarded :: By Order//

SECTION OFFICER